

VZCZCXRO1836  
PP RUEHRG  
DE RUEHBR #0769 1202250  
ZNR UUUUU ZZH  
P 302250Z APR 07  
FM AMEMBASSY BRASILIA  
TO RUEHC/SECSTATE WASHDC PRIORITY 8819  
INFO RUEHSO/AMCONSUL SAO PAULO 9755  
RUEHRI/AMCONSUL RIO DE JANEIRO 4295  
RUEHRG/AMCONSUL RECIFE 6588  
RUCPDOG/USDOC WASHDC

UNCLAS BRASILIA 000769

SIPDIS

SIPDIS  
SENSITIVE

DEPT FOR EB/TPP/IPE JENNIFER BOGER  
DEPT PASS USTR FOR VICTORIA ESPINEL, CHRIS WILSON, SUE CRONIN AND  
JENNIFER CHOE GROVES  
USDOC FOR ITA/MAC/OIPR CASSIE PETERS  
USDOC FOR ITA/MAC/WH/OLAC/MCAMPOS  
STATE PASS HHS  
STATE PASS USPTO

E.O. 12958: N/A  
TAGS: [ECON](#) [ETRD](#) [KIPR](#) [BR](#)  
SUBJECT: BRAZIL: SPECIAL 301 DEMARCHE RESPONSE

REF: State 57716

¶1. (SBU) On April 30, EconOff presented demarche points in reftel to Joao Storti and Renato Pinheiro of the Ministry of External Relations' Intellectual Property Rights Division and to Andre Barcellos, Executive Secretary of the National Council Against Piracy (CNCP).

¶2. (SBU) The GOB officials expressed appreciation for USG recognition of the progress made by the GOB in its fight against IPR piracy, with Barcellos noting that this was another indication of the maturation of U.S. - Brazilian relations. He added that the GOB places a high priority on fighting piracy because it realizes that it is in Brazil's best interests to do so.

¶3. (SBU) Pinheiro said the new designation was welcome news and reflected a constructive level of bi-lateral cooperation. In reference to the threatened compulsory licensing issue with Merck, he said the GOB has not made a final decision and he felt both sides could still reach a negotiated solution. He noted that the issue for the GOB was the financial ability to sustain its ongoing HIV program.

Chicola